SECTION

OCT 21 1954

MEMORARDUM FOR: Assistant Director for Personnel

SUBJECT:

Pederal Employees Group Life Insurance Act of 195h

- employees except those excluded by law or regulation and except those who voluntarily waive coverage under the let. One group of Agency employees is presently excluded from participating in this life insurance by is presently excluded from participating in this life insurance by is presently excluded from participating in this life insurance by civil Service Commission regulations, which group consists of those employees whose duties involve the security of the United States and presently their identification as employees of the Federal Covernment. The clude their identification as employees of the Federal Covernment. The Agency was instrumental in having this exclusion adopted by the fivil Service Commission because of the security considerations inherent in the employment of certain staff agents under non-efficial cover. It was recognised that the processing of death claims for such individuals might well compromise the security of highly sensitive operations and endanger the lives of other individuals angest in work closely associated with the deceased member. From the output it was recognised, heavier, that should the Agency be able to setablish within the Office of Federal Employees' Group Life Insurance a secure method of precessing such claims, the exclusion would become unnecessary.
- Agency and of the imitvidual staff agent so employed to afford insurance coverage under subject Act. I have directed the Deputy Director (Administration) to instruct the Comptroller to pay the appropriate presently excluded staff agents in accordance with the Act. The Comptroller will continue to pay the required premiums until the Agency has been able to communicate with each employee involved and determine whether coverage is desired. When a positive answer has been received, the Comptroller will seeme paying the premiums and will be guided by the individual's desires. If the individual electe to receive insurance coverage, his pay account will be charged for coverage from 28 August 195h. If the individual declines to receive insurance coverage, no collection will be made for the period during which he has been covered.
 - 3. I am aware of the possibility that in the event of the death of some of the staff agents involved the Agency might be unable or woulding to admit affiliation of the deceased member with any part of the U. 5. to admit affiliation of the deceased member with any part of the U. 5. to extend this possibility in mind, I am establishing the following procedure to be observed in the processing of a claim resulting from the death of any staff agent under non-official covers

MORI/CDF

SEGRET

Personnel

